

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

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In the Matter of:

THE NOTICE OF PURCHASED GAS)
ADJUSTMENT FILING OF MT.) CASE NO. 7800-S
OLIVET NATURAL GAS)
COMPANY, INC.)

O R D E R

On October 13, 1980, the Commission issued its Order in Case No. 7800 approving certain adjustments in rates and providing under certain conditions for the further adjustment of such rates when the wholesale cost of gas is increased or decreased or a refund is received.

On May 13, 1983, Mt. Olivet Natural Gas Company, Inc., ("Mt. Olivet") notified the Commission that its wholesale cost of gas would be increased by its supplier, Columbia Gas Transmission Corporation ("Transmission"), effective April 1, 1983, and submitted with its notice certain information in compliance with its purchased gas adjustment clause on file with this Commission.

After reviewing the record in this case and being advised, the Commission is of the opinion and finds that:

(1) Mt. Olivet's notice of May 13, 1983, set out certain revisions in rates which Mt. Olivet proposed to place into effect, said rates being designed to pass on the wholesale increase in price from its supplier in the amount of \$665 or 1.46 cents per Mcf.

(2) Transmission has filed an application for increased rates to become effective April 1, 1983, with the Federal Energy Regulatory Commission.

(3) Mt. Olivet's notice of May 13, 1983, does not provide the 20-day notice as required by statute; therefore, the proposed rates should become effective on and after June 2, 1983, subject to refund. These rates should be subject to refund because Transmission's increase is subject to refund.

(4) Mt. Olivet's adjustment in rates under the purchased gas adjustment provisions approved by the Commission in its Order in Case No. 7800 dated October 13, 1980, is fair, just and reasonable and in the public interest and should be effective with gas supplied on and after June 2, 1983, subject to refund.

IT IS THEREFORE ORDERED that the rates in the Appendix to this Order be and they hereby are authorized effective with gas supplied on and after June 2, 1983, subject to refund.

IT IS FURTHER ORDERED that within 30 days of the date of this Order Mt. Olivet shall file with this Commission its revised tariffs setting out the rates authorized herein.

Done at Frankfort, Kentucky, this 20th day of May, 1983.

PUBLIC SERVICE COMMISSION


Chairman


Vice Chairman


Commissioner

ATTEST:

Secretary

APPENDIX A

APPENDIX TO AN ORDER OF THE PUBLIC SERVICE
COMMISSION IN CASE NO. 7800-S DATED MAY 20,
1983

The following rates and charges are prescribed for the customers served by Mt. Olivet Natural Gas Company, Inc. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of this Commission prior to the date of this Order.

RATES: Monthly

First	1,000 cu. ft. or less	\$7.86 (Minimum Bill)
Next	4,000 cu. ft., per 1,000 cu. ft.	6.1264
Next	5,000 cu. ft., per 1,000 cu. ft.	5.9264
Next	10,000 cu. ft., per 1,000 cu. ft.	5.7764
Over	20,000 cu. ft., per 1,000 cu. ft.	5.5764

The base rates for the future application of the purchased gas adjustment clause of Mt. Olivet Natural Gas Company, Inc., shall be:

	<u>Demand</u>	<u>Commodity</u>
Columbia Gas Transmission Corporation	-	\$4.6376 per dth
Columbia LNG Corporation	-	6.0801* per Dth

*Including Transportation Charge of \$0.4701